stive flequetry r Release 2003/0 81 8081700040003-7 THE DIRECTOR OF CENTRAL INTELLIGENCE SUBJECT r Central Intelligence (CI) va. Covert Operations (60) 1. This memorandum is responsive to your request at the Assistant Directors staff conference 22 October 1951, that Assistant Directors make appropriate suggestions as to how you can prevent CIA's rapidly expanding covert operations from turning CIA into a black war department at the expense of its statutory intelligence mission. 2. There is a classic solution to this problem which I suggest to you. This is to "brigade" Central Intelligence with Covers Operations, rather than treat (3) as one of many CI offices. 3. As you have stated to me, the President "hired" you to spend full time worrying for him to insure early intelligence to prevent another Pearl Harbor. This is a full time job for a bigtime worrier. h. You are now becoming, to an increasing degree, the President dent's Chief of Etaff for the Gold War. This is another full time 25X1 job for a big-time operator. 5. The proper discharge of your dual responsibilities to the President would therefore seem to require that you designate a full time Vice or Deputy to each job with command authority commensurate with the responsibility for each full time job. One would head the CI department and the other the CO department. They would each be tible to the President through you. The would be, in effect, an Assistant to the President for supervising and directing for him these two separable but closely related major activities of the government. 6. This raises the issue whether or not CIA should continue on its present centralised support arrangement. In my opinion the controlised support theory is inconsistent with the separable departners theory, and so long as you remain on this centralised NO CHA theory you will always run the risk that a tail will was a doy, 7. Under my proposal it would follow that you give each of your deputies (i.e., for Intelligance and Covert Operations) authority over logistics support commensurate with their operational 25X1 HISTORICAL DOCUMENT responsibilities. 8. Not only is this the logical minition to prevent concurrence of the "gobbling up" the other, but it is the logical expeniention of the other, but it is the logical expeniention of the other of the other

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solution based on an objective analysis of the entirely different support problems of the two "departments". One is evert, the other covert. One is small, the other large. One consists primarily of centralised Washington effices, the other primarily of a globally dispersed network. To build a support mechanism appropriate to the one is to do the other a disservice.

9. A complete separation of CIA's covert and overt activities would also solve the problem which you mentioned in connection with the Bureau of the Budget. The overt intelligence budget could be submitted separately and would be treated by the Bureau of the Budget in the same way as in the past. On the other hand, the budget for covert activities, as you have recognised, must understoodly be subjected to a completely different degree of BoB scrutiny and require special handling vis-a-vis State, Befores and the Compress. I for one feel that and accruting and special handling the destraint.

10. I therefore recommend:

- a. That you reorganise CTA into two major subdivisions each under a co-equal Deputy Director. One of these elements would be the continuation of CTA as created by the Matienal Security Act. The other would be the covert apparatus, much as visualized in the proposed marger of the covert offices. Each element would be responsible for all aspects of support required for the accomplishment of its mission. This could best be accomplished by a transfer of the present covert amministrative offices to the Deputy for Covert Operations.
- b. That your own staff consist of the following two elements:
 - (1) A Vice Director assisted by a shall staff of personal assistants to you. This group would assist and support you in your external relationships with the President, the Mational Security Council, the Congress, and the public.
 - (2) A review, analysis, audit and inspection element comparable to a modern business comparablerable. This element of the staff would provide you with the control information you would need to

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determine how the two principal subordinate elements stood against their respective missions and how effectively they were utilizing the resources which have been placed under their administration. This comptroller element would also establish standards for the discharge of the trusteeships over money, material and personnel, and thus provide you with all the information necessary for you to assure yourself of an adequate discharge of your own trusteeship over these resources.

KILBOURNE JOHNSTON Assistant Director for Policy Coordination

CC: Cenior Consultant to DCI DDCI (Mr. Dulles) DD/P (Mr. Wisner)

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